BEFORE THE POSTAL RATE COMMISSION WASHINGTON, D. C. 20268-0001

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POSTAL RATE COMMISSION OFFICE OF THE SECRETARY

POSTAL RATE AND FEE CHANGES, 2000

Docket No. R2000-1

INTERROGATORY OF TIME WARNER INC. TO THE UNITED STATES POSTAL SERVICE (TW/USPS-2) (April 7, 2000)

Pursuant to the Commission's Rules of Practice, Time Warner Inc. (Time Warner) hereby submits the following interrogatory to the United States Postal Service.

Respectfully submitted,

John M. Burzio
Timothy L Keegan

Counsel for Time Warner Inc.

Burzio & McLaughlin Canal Square 1054 31st Street, N.W. Suite 540 Washington, D.C. 20007 (202) 965-4555

INTERROGATORY OF TIME WARNER INC. TO USPS

TW/USPS-2. Please refer to the Attachment to this interrogatory, entitled "MTAC Package Integrity Work Group Charter." Please provide an electronic copy of all of the data collected at the six data collection sites referred to in the Attachment.

MTAC PACKAGE INTEGRITY WORL GROUP CHARTER

Team Sponsors:

- MTAC Steering Committee Sponsor: Joe Schick, Quad/Graphics, Inc.
- USPS Management Sponsor: David Goldstein, Manager P&DC Operations

Team Leaders:

- Issue Originator and Industry Co-Chair: Russell Shores, Brown Printing Co.
- USPS Work Group Leader: Cheryl Beller, Operational Requirements

Team Consultant:

William J. Goodwin, USPS Quality Specialist

Team Members:

- Patrick Killeen, P&DC Operations, USPS
- RoseMarie Gay, Operational Requirements, USPS
- Pataricia Imes, Business Mail Acceptance, USPS
- Robert Prince, Allegheny Area, USPS
- Susan Sylvester, Northeast Area, USPS
- Anthony Dobush, Great Lakes Area, USPS
- Thomas Bigler, Los Angeles BMC, USPS
- Val Scansaroli, Meredith Corp.
- Joseph Fogel, Philadelphia BMC, USPS
- Sander Glick, PPC for Direct Marketing Assn.
- Chris Conboy, USPS

MISSION: To improve mailer packaging and USPS processing of Periodicals and Standard Mail (A) flats to reduce bundle breakage and lower USPS operational costs.

Background:

Packages of Periodicals and Standard Mail (A) flats are at risk of breaking apart at various points during processing by the Postal Service before they reach the appropriate location where piece distribution should occur based on the preparation of the mail and workshare discounts claimed by the mailer. This mail incurs additional handling costs as a result of the package breakage and loss of presort. There is some evidence that certain mailpiece characteristics and packaging methods may negatively impact package integrity. There is also evidence that some of the methods used by the Postal Service to process mail at small parcel and bundle sorting (SPBS) machines, where the majority of flats package processing occurs, may contribute to package breakage. Earlier USPS studies on package and bundle integrity also identified package breakage problems resulting from mail preparation and mail handling methods. Few steps have been taken since the earlier studies were conducted to address these issues and the data collected in this study indicates an increase in the percentage of broken packages in sacks.

Deliverables:

The team plans deliverables in the following areas:

1. Project plan showing breakdown of tasks and projected completion dates.

2. Quantify the volume of broken packages of Periodicals and Standard Mail (A) flats that occur during USPS processing.

3. Identify mailer package preparation methods and USPS processing methods that are most likely to lead

to package breakage.

4. Identify best practices and other methodologies for packaging and processing of packages.

Team Training: The team leaders and several team members participated in the QI (Quality improvement) Story training presented by our team consultant to ensure we succeed in our mission by understanding and following the process management model.

David Goldstein, , Manager P&DC Operations

Russell Shores, Brown Printing Co.

Cheryl Beller, Operational Requirements

oe Senick, Quad/Graphics, Inc.

CERTIFICATE OF SERVICE

I hereby certify that I have this date served the foregoing document on all participants of record in this proceeding in accordance with the Commission's Rules of Practice.

Timothy L. Keegan

April 7, 2000